

The total receipts of the Farm from all sources amounted to Rs. 22,786 and the expenditure to Rs. 68,213. The net expenditure on account of the maintenance of the Farm was thus Rs. 45,427 against Rs. 41,666 during the previous year.

Captain Aga Mahomed Jaffer, Superintendent of the Farm, retired from service, and Mr. Mallick has been appointed in his place.

R. RANGA RAO,
Chief Secretary to Government.

DEVELOPMENT SECRETARIAT

Floatation of the Second Series of Debentures of the Land Mortgage Bank.

READ—

Government Order No. G. 12215-8—L. M. 21-29-2, dated 11th April 1930, authorising the Mysore Co-operative Land Mortgage Bank to issue debentures to the extent of rupees three lakhs subject to certain conditions.

2. Letter No. 1364—C. S., dated 25th August 1933, from the Registrar of Co-operative Societies, requesting sanction for the proposals of the President of the Land Mortgage Bank for the issue of the second series of debentures for a sum of Rs. 2½ lakhs carrying interest at 5 per cent free of income-tax and the investment, by Government, of another lakh of rupees in the debentures of this series, and the issue of a debenture loan prospectus as per copy submitted.

3. Un-official Note No. 962—S. L., dated 24th October 1933, from the Comptroller to Government on the subject.

ORDER NO. D. 2624-27—L. M. 2-33-7, DATED BANGALORE,
THE 30TH NOVEMBER 1933.

In the Government order read above, Government were pleased to sanction the floatation of a loan of Rs. 3 lakhs by the Land Mortgage Bank. As under Bye-law 17(b) of its bye-laws, the Bank can raise loans to the extent of twelve times the amount of share capital and the reserve fund which is stated to amount to the sum of Rs. 48,371 on the 30th June 1933, Government are pleased to grant permission to the Bank to raise after the 1st December 1933 the further loan of Rs. 2½ lakhs under Section 56 of the Mysore Co-operative Regulation as amended by Regulation V of 1929.

2. The Bank proposes to issue consolidated bonds in lieu of debentures where necessary in respect of large subscriptions with a view to overcome certain inconveniences which were experienced by the issue of bonds of Rs. 100 each. Government are therefore pleased to permit the issue of bonds of the value of Rs. 500, 1,000 and Rs. 5,000, instead of debentures of the value of Rs. 100 each in such cases.

3. The rate of interest on the new debentures will be 4½ per cent per annum (free of income-tax). Subject to this correction the draft prospectus sent by the President of the Land Mortgage Bank is approved.

4. Government agree to invest one lakh of rupees (or any less amount, if the subscriptions from the public should exceed Rs. 1½ lakhs), in the new debentures, only when the required amount cannot be realised from the public.

5. The Bank has suggested that no time limit for receipt of applications to the debentures be fixed in order to guard itself against loss of interest on sums received but not utilised. It therefore proposes to obtain subscriptions to the new debentures from time to time, only to the extent that money is needed to meet the actual demand for payment of loans, till the whole amount of Rs. 2½ lakhs is made up. The procedure suggested by the Bank is approved.

6. In regard to the formation of a sinking fund for the redemption of the debentures, the President of the Land Mortgage Bank has agreed to pay annually to

the Trustee of the Bank a certain equated amount towards the redemption of the loan. It has also been agreed that both for the first and second series of debentures, contributions to the sinking fund may commence from the sixth year of issue of the debentures in each case. These proposals are approved.

7. The Comptroller in his un-official note read above, has raised the question of the adjustment of 5 per cent interest in his books on amounts advanced by Government, and has suggested, with a view to minimising the work of his office, the half-yearly adjustment of interest on the 1st of January and 1st of July of each year instead of the present practice of adjusting the interest annually on different dates. Government are pleased to sanction this proposal also.

S. ABDUL WAJID,
Secretary to Government,
Development Department.

THE MYSORE CO-OPERATIVE LAND MORTGAGE BANK, LTD.,

BANGALORE CITY.

(Registered under the Mysore Co-operative Societies Regulation No. V of 1929.)

Prospectus of Debenture Loan.

(Second Series).

Issue AT PAR of State-guaranteed Debentures to the extent of Rupees two and a half lakhs carrying interest at 4½ per cent per annum free of Mysore Income-tax.

1. Under the authority vested by Section 56 of the Mysore Co-operative Societies Regulation, No. V of 1929, and Clauses 28 to 36 of the Bye-laws of the Bank regulating the raising of funds by means of issue of debentures, and with the previous approval of the Government of Mysore conveyed in their Order No. D. 2624-27—L. M. 2-33-7, dated 30th November 1933, the Mysore Co-operative Land Mortgage Bank, Ltd., have resolved to issue the second series of debentures to the extent of rupees two and a half (2½) lakhs.

2. The Government of Mysore have agreed to take up these debentures to the extent of rupee one (1) lakh, if necessary.

3. The debentures are subject to the following conditions:—

(1) The debentures will be of one denomination, viz., Rs. 100 and will be issued at par; when a subscriber desires it, consolidated bonds will be issued for five, ten or fifty debentures of the value of Rs. 500, Rs. 1,000 and Rs. 5,000, respectively.

(2) The repayment of the principal amounts of the debentures at maturity as well as the payment of interest as it falls due, is guaranteed by the Government of Mysore.

(3) The debentures are exempt from Mysore Income-tax.

(4) The debentures will be secured by first mortgages on real property obtained by the Bank, the estimated value of the property charged being at least double the amount of the mortgages.

(5) The debentures carry interest at four and a half per cent per annum; provided however, that with the previous sanction of Government, the Bank shall be at liberty to effect a reduction in the rate of interest at any time after the expiry of ten years from the date of their issue and after giving the holders of the bonds the option to accept payment therefor in cash at par.

(6) (a) The debentures shall be redeemable at par on 1st July 1960, but the Bank reserves to itself the right to redeem at par as many bonds as it may deem necessary, at any time after the expiry of ten years from the date of their issue, the bonds to be thus redeemed being selected by lot once every year. Debentures in respect of which notice of redemption has been given to the holders by the Board of Directors must be given up on the expiry of the term mentioned in the notice and if the debentures are not given up, the holder shall have no claim upon the Bank for interest accruing after the expiry of the term.

(b) In the event of any debenture comprised in a consolidated bond being drawn for redemption under clause (a) above, the Bank will issue at its own cost a sufficient number of bonds for the debentures remaining unredeemed.

(7) The interest on the debentures will be paid half-yearly on 30th June and 31st December at the Bank's Office in Bangalore City. Arrangement will however be made, on application, for payment of interest at any Treasury in the Mysore State.

(8) The debentures are exempt from Stamp Duty.

(9) As per Section 57 of the Mysore Co-operative Societies Regulation No. V of 1929, these bonds—

(a) shall be deemed to be negotiable instruments to which the provisions of the Mysore Negotiable Instruments Regulation, 1917, apply; and

(b) shall be included amongst securities in which a trustee may invest trust funds under any law for the time being in force in Mysore.

(10) (i) Debentures which, by reason of damage sustained, have become unfit for circulation, will be replaced at the request of the holder on giving up the damaged or defaced debentures provided that the essential marks for genuineness and identity especially the number, the amount, the rate of interest, the date and signatures of the authorised executing officers of the Board of Directors are still recognizable. Fresh debentures shall also be issued to replace completely destroyed debentures when, in the opinion of the Board of Directors, the fact of destruction is proved without any doubt or uncertainty.

(ii) When such proof is not produced or when in case of damage the essential marks on the debentures are lost and no longer recognizable, as well as in all cases in which the debentures have been stolen from the owner or have been in other ways mislaid, a new debenture will only be issued when the debenture which is alleged to be missing or unrecognizable has been previously advertised for by the claimant in the manner prescribed by the Board of Directors and its nullity legally declared.

(iii) The re-issue shall be made for the same amount under the same number with the addition of the word "renewed." A fee of eight annas will be charged for every renewed debenture thus issued.

(11) Separate debenture bonds of Rs. 100 each, or consolidated bonds of Rs. 500, Rs. 1,000 or Rs. 5,000 will be issued in lieu of the bonds of equal value on payment of a fee of eight annas for each bond so issued.

(12) Under No. (2) of the Rules relating to Mysore Co-operative Land Mortgage Bank issued with Government Order No. G. 5929—L. M. 4-29-4, dated the 11th November 1929, a trustee will be appointed by Government to secure the fulfilment of the obligations of the Bank to the holders of these debentures.

Nomination of non-Official Members of the Stores Purchase Committee.

ORDER NO. G. 3734-43—G. M. 94-33-2, DATED, BANGALORE,
THE 30TH NOVEMBER 1933.

Government are pleased to nominate Messrs. B. K. Garudachar and Rao Saheb A. M. Thangavelu Mudaliar, as non-Official Members of the Stores Purchase Committee for a period of one year with effect from 1st December 1933.

S. ABDUL WAJID,
Secretary to Government,
Development Department.

GENERAL SECRETARIAT

Teaching of Elementary Mathematics in Kannada.

READ—

Government Order No. E. 2147-49—Edn. 3-30-8, dated 16th June 1931, passing orders in the matter of adopting Kannada as the medium of instruction in certain High Schools as an experimental measure in regard to the teaching of History and Geography.

2. Letter No. A. 3-4478-519 of 32-33, dated 6th September 1933, from the Director of Public Instruction in the matter of teaching Elementary Mathematics in Kannada in a few High Schools.